

## ARIZONA DEPARTMENT OF ECONOMIC SECURITY

ARS 23-730 requires adjustment of the regular tax rates to produce only the net required yield each year. The Arizona adjusted rates effective for calendar year **2006** are as follows:

| POSITIVE RATIO GROUPS                            | AJDUSTED<br>TAX RATES | NEGATIVE RATIO GROUPS                                 | ADJUSTED<br>TAX RATES |
|--|-----------------------|---|-----------------------|
| ZERO   | 1.99                  |   |                       |
| Less than 3%                                     | 1.91                  | 13% or more   | 5.40                  |
| 3 % but less than 4 %                            | 1.77                  | 12% but less than 13%                                 | 5.30                  |
| 4 % but less than 5 %                            | 1.58                  | 11% but less than 12%                                 | 5.05                  |
| 5 % but less than 6 %                            | 1.40                  | 10% but less than 11%                                 | 4.80                  |
| 6 % but less than 7 %                            | 1.21                  | 9% but less than 10%                                  | 4.55                  |
| 7 % but less than 8 %                            | 1.03                  | 8% but less than 9%                                   | 4.30                  |
| 8 % but less than 9 %                            | 0.85                  | 7% but less than 8%                                   | 4.05                  |
| 9 % but less than 10%                            | 0.66                  | 6% but less than 7%                                   | 3.80                  |
| 10% but less than 11%                            | 0.48                  | 5% but less than 6%                                   | 3.55                  |
| 11% but less than 12%                            | 0.29                  | 4% but less than 5%                                   | 3.30                  |
| 12% but less than 13%                            | 0.11                  | 3% but less than 4%                                   | 3.05                  |
| 13% or over                                      | 0.02                  | Less than 3%  | 2.85                  |
| <b>NEW EMPLOYER RATE – 2.00% (starting 2005)</b> |                       | <b>JOB TRAINING TAX (JTT)      0.10%</b>              |                       |
| <b>2006 WAGE LIMIT - \$7,000</b>                 |                       | <b>THE RATES <u>EXEMPT</u> FROM JTT FOR 2006 ARE:</b> |                       |
| <b>2006 AVERAGE RATE – 1.48%</b>                 |                       | <b>0.02%, 0.11%, 2.00% or HIGHER</b>                  |                       |